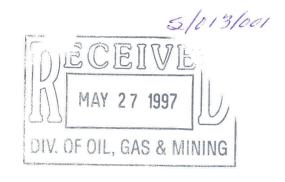


Michael O. Leavitt Governor David T. Terry Director 675 East 500 South, Suite 500 Salt Lake City, Utah 84102-2818 801-538-5100 801-355-0922 (Fax)



May 23, 1997

CERTIFIED MAIL NO. P 879 601 531

Quality Building Stone Mr. Weston Hansen 8809 So. 700 W. Salt Lake City, UT 84070

RE: ML 44821--BSLS; First Interstate Bank Time Deposit Agreement No. 189986

Dear Mr. Hansen,

The above numbered building stone lease was canceled for non-payment on May 21, 1997. Cancellation of the lease forfeits Lessee's right to further mine or extract building stone or other leased substances from the lands within Lots 2 thru 4, W½NW¼, NW¼SW¼, Township 11 South, Range 10 East, SLB&M. These lands are not available for the issuance of a new building stone lease and the mining disturbances to the lands must immediately be reclaimed.

From date of this letter you have 30 days to reclaim all mining disturbances to the lands within ML 44821. Reclamation shall consist of recontouring and reseeding the disturbed areas:

- 1. Stockpiles of overburden and topsoil must be pushed-over the cuts and roads which were constructed.
- 2. Sloped areas must be contour or ripped in a direction to impede surface run-off.
- 3. Disturbed areas must be reseeded using a mixture of crested wheat-grass, Indian rice-grass, or similar drought resistant grasses, at a concentration of not less than 20 lbs. per acre. The seed must be applied using a farm drill, or must be broadcast and raked about ½ inch into the soil.

Failure to complete the reclamation work within the next 30 days may result in forfeiture of your reclamation bond, C.D. No. 189986, on deposit with First Interstate Bank in the amount of \$2,000. Please notify me when the reclamation work is completed.

Sincerely,

John T. Blake

cc: J. Cooper Tony Gallegos